THE STATE of ALASKA GOVERNOR MIKE DUNLEAVY

Department of Natural Resources

DIVISION OF OIL AND GAS

550 W. 7th Avenue Suite 1100 Anchorage, Alaska 99501-3560 Main: 907.269.8800 Fax: 907.269.8939

February 3, 2022

Keri Iles Environmental Specialist Hilcorp North Slope, LLC 3800 Centerpoint Drive Ste 1400 Anchorage, AK 99503

RE: LONS 82-066, Hilcorp North Slope, LLC, Prudhoe Bay Unit, West Dock Storage Pad, VSM Maintenance Unit Plan of Operations Amendment Decision.

Dear Ms. Iles:

The Alaska Department of Natural Resources, Division of Oil and Gas (Division), in accordance with Alaska Statute 38.05 and Alaska Oil and Gas Leasing Regulations (11 AAC 83) grants authorization to conduct activities on state lands as proposed in the Prudhoe Bay Unit (PBU) Plan of Operations (Plan) amendment application dated January 10, 2022 for the above referenced project.

Scope:

Hilcorp North Slope, LLC (HNS) is seeking authorization to install 18 new vertical support members (VSMs) along the pipelines adjacent to the West Dock Staging Pad (WDSP), located within the PBU. HNS will install the new 14-inch diameter VSMs via a vibratory hammer adjacent to existing supports. The new supports are necessary to mitigate subsidence issues on the well lines. All equipment will be stored and refueled on existing gravel pads or roads. The project is expected to begin in February of 2022.

This authorization approves only installation and replacement activities that are directly associated with the Unit Plan of Operations for WDSP within the PBU.

Plan activities include:

• Installing 18 new 14-inch diameter VSMs.

Location information:

PBU WDSP

Meridian: Umiat Township: 12N Range: 14E Section: 22

70.373035, -148.538258 NAD83

ADL: 28297

WDSP is approximately 12 miles north of Deadhorse.

Agency review:

The Division provided a review and comment opportunity for the activities considered for the authorization under this decision. The following government entities were notified on Tuesday, January 18, 2022, for comment on the Plan: US Army Corp of Engineers (USACE), Alaska Department of Environmental Conservation (ADEC), Alaska Department of Fish and Game (ADF&G), and Alaska Department of Natural Resources: Divisions of Mining, Land & Water (DMLW) and Oil and Gas (DOG), and the North Slope Borough (NSB). The comment deadline was 4:30 pm Alaska time on Tuesday, February 1, 2022. No comments were received.

Conditions/Stipulations:

A certified As-Built Survey of the activity shall be provided within one year of placement of the improvement. This As-Built must contain a hard copy, as well as a digital GIS file containing a shapefile or ESRI Feature Class.

Please attach this amendment approval with the original decision. This unit operations amendment approval is issued in accordance with Alaska Statute 38.05, Alaska Administrative Codes 11 AAC 83.346 and 11 AAC 83.303. The Division reviewed this amendment under the unit regulation for the Plan, 11 AAC 83.346, and considers the factors set forth in 11 AAC 83.303(a) and (b). The amendment was also evaluated against the PBU agreement for conformance.

This approval signifies only that the State of Alaska has no objection to the operations outlined in the Plan amendment application. It does not constitute certification of any property right or land status claimed by the applicant nor does it relieve the applicant of responsibility to obtain approvals or permits from other persons or governmental agencies that may also be required. All stipulations contained in the original lease and subsequent Plan approvals remain in full force and effect.

If activities have not commenced, this approval expires on February 3, 2025. Failure to comply with the terms and conditions outlined in the lease, the attached stipulations, and this authorization may result in revocation of this unit operations approval.

Any questions or concerns about this amendment may be directed to Natural Resource Specialist Jacob Rowland at (907) 269-8570 or emailed to jacob.rowland@alaska.gov.

Sincerely,

DocuSigned by:

-0050FDD48FD6464..

James Hyun

Natural Resource Specialist

A person affected by this decision may appeal it, in accordance with 11 AAC 02. Any appeal must be received within 20 calendar days after the date of "issuance" of this decision, as defined in 11 AAC 02.040(c) and (d) and may be mailed or delivered to the Commissioner, Department of Natural Resources, 550 W. 7th Avenue, Suite 1400, Anchorage, Alaska 99501; faxed to 1-907-269-8918, or sent by electronic mail to dnr.appeals@alaska.gov. Under 11 AAC 02.030, appeals and requests for reconsideration filed under 11 AAC 02 must be accompanied by the fee established in 11 AAC 05.160(d)(1)(F), which has been set at \$200 under the provisions of 11 AAC 05.160 (a) and (b). This decision takes effect immediately. If no appeal is filed by the appeal deadline, this decision becomes a final administrative order and decision of the department on the 31st calendar day after issuance. An eligible person must first appeal this decision in accordance with 11 AAC 02 before appealing this decision to Superior Court. A copy of 11 AAC 02 may be obtained from any regional information office of the Department of Natural Resources.

Attachments: Figures 1-2

2018 North Slope Mitigation Measures

ecc: DOG: Graham Smith, James Hyun, Mark Henspeter, Ashley Ethridge, Alexander Zinck

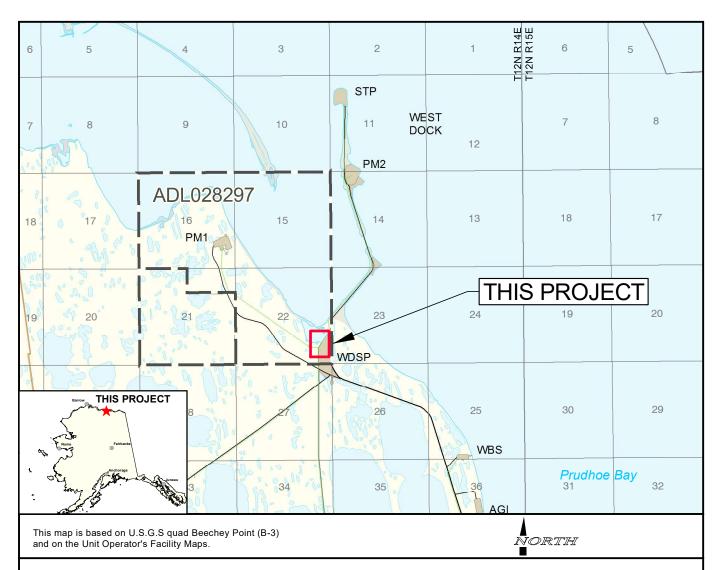
and SPCO Records

DMLW: DMLW North Slope and Henry Brooks ADF&G: Chelsea Clawson and Maria Wessel

ADEC: Laurie Silfven

Borough: North Slope Borough Planning and Permitting

Other: USACE



PROJECT LOCATION:

PRUDHOE BAY UNIT - WEST DOCK STAGING PAD

NAD83

LAT. = 70° 22' 22.924" / DD 70.373035 LONG. = -148° 32' 17.729" / DD -148.538258

ALASKA STATE PLANE ZONE 4, NAD83

X = 1,820,238.78 FEET Y = 5,988,039.78 FEET

ADL # 028297 SEC. 22 T12N, R14E UMIAT M.

DATUM: MEAN SEA LEVEL

ADJACENT PROPERTY OWNER:

STATE OF ALASKA

HILCORP NORTH SLOPE, LLC

PRUDHOE BAY UNIT WDSP STP-SIP-40 VSM INSTALLATION VICINITY MAP

DATE: December 2021 SCALE: 1" = 1 Mile FIGURE:

